## 01338

1991/01/04

SH87781

## UNCLASSIFIED

## Department of State

CADRES.

PAGE 81 OF 87 HONG X 82188 88 OF 82 8489182 ACTION EAP-BB

H - B1 LA-E. 88-300, 86-341 - 68-114 - 68-214 - 88-300 - 1815 MSAE-88 MSCE-88 Uhd-#1 Pn-87 SNP.88 'P 8" 55 - PH 19St - 88 PM-88 US1E-88 /833W 1 - 61

......313FE2 8418432 /21 12

R 8489197 JAN 91 FM AMCONSUL HONG KONG TO SECSTATE WASHOC 7193 INFO RUEHBJ/AMEMBASSY BEIJING AMCONSUL GUANGZHOU AMCONSUL SHANGHAI AMCONSUL SHENYANG ALT TAIPEL 1472

UNCLAS HONG KONG 88188

BEIJING PLEASE PASS CHENGOU

E.O. 17356; N/A TAGS: PGOV, PREL, CH. TW

SUBJ: HONG KONG REPORT ON "NEW" POLICIES

AT THE DECEMBER 1998 TAIWAN AFFAIRS CONFERENCE

REF: HONG KONG 88887

SUMMARY: A LOCAL CHINESE LANGUAGE JOURNAL HAS REPORTED THAT A NEW SERIES OF POLICIES HAD BEEN ADOPTED IN THE NATIONAL TAIWAN WORK CONFERENCE HELD

IN BEIJING FROM DECEMBER 6 TO 12 TO SERVE AS INTERNAL GUIDANCE ON FUTURE TAIWAN WORK. IN SOME CASES, THEY APPEAR TO REPRESENT A HARDER LINE THAN RECENT PUBLIC STATEMENTS WOULD INDICATE. THE REPORT NOTED THAT BEILING IS MOBILIZING ALL UNITS ACTIVELY TO WORK TOWARD REUNIFICATION AND GREATLY INCREASING ITS EXPENDITURES ON TAIWAN RELATED AFFAIRS. END SUMMARY.

- A REPORT CARRIED IN THE LOCAL CHINA-WATCHING MAGAZINE CHENG HING (ZHENG HING) OF 1/1/91 DESCRIBED THE DECEMBER NATIONAL TAIWAN WORK CONFERENCE AS THE LARGEST TAIWAN WORK CONFERENCE IN THE PAST 41 YEARS. SECRETARY GENERAL JIANG ZEMIN, PRESIDENT OF THE PRO YANG SHANGKUN, STANDING POLITBURO MEMBER GIAO SHI, DEPUTY PREMIER WU XUEGIAN, DIRECTOR OF UNITED FRONT WORK DEPARTMENT DING GUANGEN AND CCP'S CENTRAL MILITARY COMMISSION SECRETARY GENERAL YANG BAIBING ALL PARTICIPATED IN THE MEETING. ABOUT 878 OFFICIALS FROM VARIOUS PROVINCES AND RELATED CENTRAL GOVERNMENT MINISTRIES, COMMISSIONS AND OFFICES ALSO ATTENDED, INCLUDING ABOUT 60 PLA REPRESENTATIVES.

  3. THE REPORT DESCRIBED THE MEETING AS "SECRETIVE," WITH PAINSTAKING EFFORTS TO CONTROL EVERY PIECE OF PAPER, EVEN DURING TEA BREAKS. AFTER ANALYSIS, THE CONFERENCE AFFIRMED SEVERAL "NEW" PRINCIPLES CONCERNING TAIWAN:
- 11. FUTURE WORK SHOULD NOT BE "HOT-HEADED" (YI TOU REI, WHICH IS A SIGN OF WEAKNESS. IN PARTICULAR, THERE IS NO NEED TO BE "OVERLY LENIENT" IN GRANTING FAVORABLE TERMS FOR INVESTMENT FROM TAIWAN;
- 21. IS NEWEUSARY TO REVEAU AND TO CONTICIZE
  TREA-ONAHOYT AND TEORNETULLY" -- AND AT THE SAME TIRE
  TRUT THE FOR TATT REMEMBERS AND DUIL -- WHEN
  TALKIN AUTHORITIES APPEASE OR TVEN PROVIDE SECRET SUPPORT FOR THE TAIWAN INDEPENDENCE HOVEMENT; 3). TAIWAN'S "FLEXIBLE DIPLOMACY" MUST BE RESOLUTELY OPPOSED: OUTLOOK WEEKLY SHOULD FOR EXAMPLE PUBLISH

HONG K 88188 88 OF 87 8489182 MORE COMMENTS ON TAIWAN'S POLITICAL DEVELOPMENTS: 1) PRIVIAL TATMAN'S POLICIES AND MEASURES MOSTILE TO MAIN AND CHING, BUT DIFFERENTIATE BETWEEN: A). LOLZATRICIS ALD MASSES FROM TATMAK AUTHORITIES: M. ALVANESE INDEPENDENCE ACTIVISTS FROM THE MINORITY ANONG TAIWAN AUTHORITIES WHO GIVE SECRET SUPPORT TO OR CONNIVE WITH THE INDEPENDENCE MOVEMENT; C). "NON-ADVERSARIAL" KMT MEMBERS FROM THE MINORITY WHO STUBBORNLY ADHERE TO ANTI-COMMUNISTISM AND OPPOSE THE SOCIALIST MOTHERLAND: 5). WARMLY WELCOME AND IMPROVE THE ORGANIZATIONAL RECEPTION CAPABILITIES FOR RETURNING TAIWAN COMPATRIOTS, INCLUDING AT THE PROVINCIAL, PREFECTURAL AND COUNTY LEVELS; 6) DISCLOSE, PREVENT AND STRIKE AGAINST SUBVERSION ORGANIZED BY TAIWAN AUTHORITIES. REPRESENTATIVES OF THE MINISTRY OF STATE SECURITY TOLD THE MEETING THAT TAIVAN INTELLIGENCE HAD INTERSIFIED ITS ACTIVITIES ON

ACCORDING TO THE REPORT, YANG SHANGKUN'S SPEECH URGED ALL TO "DO RESEARCH CA TAIWAM, UNDERSTAND

THE MAINLAND AND HAD SUCCEEDED IN RECRUITING "NOT A

FEW SPIES EVEN AMONG PARTY, GOVERNMENT AND MILITARY

TAIYAN, FAMILIARIZE (SHUXI) TAIYAN, AND BECOME A SPECIALIST ON TAIWAN WORK." THE LOCALITIES SHOULD ALSO "PAY SPECIAL ATTENTION ON TAIWAN WORK; THE NUMBER ONE BOSS SHOULD LISTEN TO SUCH REPORTS CHUIBAOL MINSELF." ALL PROVINCES, MUNICIPALITIES, AUTOHOROUS REGIONS AND THE STANDING COMMITTEE OF ALL MILITARY REGIONS SHOULD CONVENE TAIWAN WORK CONFERENCES. YANG NIGHLIGHTED THE POLICY OF "TRYING POLITENESS BEFORE FORCE" CXIAN LI HOU BING! AND EMPHASIZED THE HOPE OF PEACEFUL UNIFICATION: "VNO WANTS TO FIGHT?" HE ASKED, UNLESS "FORCED TO" BY

THOSE WHO PROMOTE TAIWAN INDEPENDENCE OR SPLITTISH. YANG FURTHER ANNOUNCED THAT THE PARTY CENTER HAD

CLASSIFY

THE PLA WILL IN FACT BE

ON THE OPICIAL DEVELOPMENTS ON REUNIFICATION WAS TAIWAM

AUTHORITIES. ON THE OUESTION OF REFERENTIAL PROPERTY.

ON THE OUESTION OF REFERENTIAL PROPERTY.

ON THE OUESTION OF REFERENTIAL PROPERTY. 15 or TOLERATED AT PRESENT BUT THE CENTER WOULD WATCH LATEST DEVELOPMENTS. HOWEVER, THE CONFERENCE

CONCLUDED THAT THE NEXT THREE TO FIVE YEARS WOULD BE CO OF AN IMPORTANT STAGE IN REUNIFYING CHIMA BUT THAT THE DEADLINE WAS THE YEAR 2008.

- 7. SOURCES ALSO TOLD CHENG MING THAT LI PENG HAD APPROVED A 158 PCT INCREASE IN TAIWAN-RELATED EMPENDITURES FOR 1991, INCLUDING PERHAPS UP TO US DELS ED HILLION IN TOREIGN EXCHANGE.
- E COMMENT: LHENG MING APTICLES IN THE RECENT PAST HAVE TENDED TOWARD EXAGGERATION AND SENSATIONALISM BUT THIS REPORT BOES NOT APPEAR TOO FAR-FETCHED. IF ACCURATE, THE TONE OF THE MEETING SEEMS RATHER MORE

Parishedecki-coli ) DECLASSIFY ) DECLASSIFY IN PART MR Citations Only:

PERTY DESCRIPTION OF THE PERTY OF THE PERTY

5

IELEUKAM

## Department of State

PAGE 82 OF 82 HONG K 88188 88 OF 82 8489182 TOUGH ON TAIWAN THAT MANY RECENT PUBLIC STATEMENTS. AND INDICATES CONTINUED AND EVEN INCREASED SENSITIVITY TO THE TAIWAN INCEPTINDENCE HOVEMENT. WILLIAMS SHE7781